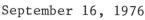
Utah Resources International, Inc.

1604 Walker Bank Building, Salt Lake City, Utah 84111 Telephone (801) 363-6176 or 363-4391















Mr. Jack Feight
Director
Oil, Gas & Mining Division
State of Utah
1588 West North Temple
Salt Lake City, Utah 84116

Dear Mr. Feight:

This is to inform you that we intend to drill three test holes, to test for coal deposits and reserves in the Widtsoe Junction Area as follows:

- 1. <u>T. 33 S., R. 2 W., SLM, Utah</u> Sec. 33: SE¹₄SE¹₄
- 2. <u>T. 34 S., R. 2 W., SLM, Utah</u> Sec. 16: SE¹₄NE¹₄
- 3. <u>T. 33 S., R. 2 W., SLM, Utah</u> Sec. 22: SE¹₄SW¹₄

We intend to comply with the rules and regulations governing the drilling of these test holes, which will be drilled to a depth of approximately 700 feet. Following the drilling of these holes, we will appropriately cap and plug the holes.

These test holes will all be drilled on Utah State-owned lands, and it is hoped to establish a coal reserve in this area which will justify an appropriate development of the right kind of industry. This will give employment and income to the local residents and increase the tax base substantially.

Sincerely,

Anne Morgan

Executive Vice President

CIRCULATE TO:

AM:kb

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